

**CENTRAL SAVANNAH RIVER AREA**  
**REGIONAL DEVELOPMENT CENTER**  
**AUGUSTA, GEORGIA**

**CSRA LOCAL DEVELOPMENT CORP. INC., -**  
**A COMPONENT UNIT**  
**SCHEDULE OF NONPUBLIC FUNDS**  
**AS REQUIRED BY O.C.G.A. §50-8-35(F)(2)**  
**FOR THE YEAR ENDED JUNE 30, 2002**

**J. THOMAS JONES, C.P.A., P.C.**  
CERTIFIED PUBLIC ACCOUNTANT  
519 PLEASANT HOME ROAD, SUITE A-4  
AUGUSTA, GEORGIA 30907 - 3581

MEMBER GEORGIA SOCIETY  
CERTIFIED PUBLIC ACCOUNTANTS

MEMBER AMERICAN INSTITUTE  
CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITOR'S REPORT  
ON THE SCHEDULE OF NONPUBLIC FUNDS**

December 18, 2002

To the Board of Directors  
Central Savannah River Area  
Regional Development Center  
Augusta, Georgia

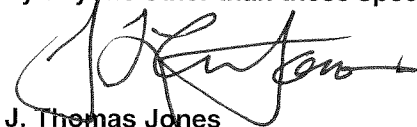
I have audited, in accordance with auditing standards generally accepted in the United States of America, the financial statements of the Central Savannah River Area Regional Development Center for the year ended June 30, 2002, and have issued my report thereon dated December 18, 2002. I have also audited the Schedule of Nonpublic Funds (Schedule) of CSRA Local Development Corp. Inc., a component unit of the Central Savannah River Area Regional Development, as required by the Official Code of Georgia Annotated, Section 50-8-35. This Schedule is the responsibility of management. My responsibility is to express an opinion on the Schedule of Nonpublic Funds based on my audit.

I conducted my audit of the Schedule in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the Schedule is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the Schedule. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall Schedule presentation. I believe that my audit provides a reasonable basis for my opinion.

The accompanying Schedule of Nonpublic Funds was prepared to present the beginning balance, revenue, expenditure and ending balance of nonpublic funds for the year ended June 30, 2002, in accordance with the Official Code of Georgia Annotated, Section 50-8-35. The Schedule of Nonpublic Funds is not intended to be a complete presentation of assets, liabilities, revenues, and expenses.

In my opinion, the Schedule of Nonpublic Funds referred to above presents fairly, in all material respects, the beginning balance, revenue, expenditure, and ending balance of nonpublic funds as required by the Official Code of Georgia Annotated, Section 50-8-35 for the year ended June 30, 2002, in conformity with generally accepted accounting principles accepted in the United States.

This report is intended for the information of the executive committee, management, others within the organization, the Georgia Department of Audits, and the Georgia Department of Community Affairs and is not intended to and should not be used by anyone other than these specified parties.

  
J. Thomas Jones  
Certified Public Accountant

**CSRA LOCAL DEVELOPMENT CORP, INC.**  
**A COMPONENT UNIT OF THE CSRA REGIONAL DEVELOPMENT CENTER**  
**SCHEDULE OF ON NONPUBLIC FUNDS**  
**FOR THE PERIOD JULY 1, 2001 TO JUNE 30, 2002**

**Revenues - nonpublic funds:**

(place, purpose, and for whom)

(date)

Servicing fees from Colson Services, Inc.	Various	\$	159,252.56
Processing fees and other fees:			
Great Outdoors	07/19/2001	1,354.50	
Pak-n-Go	07/19/2001	1,837.50	
Elaine Godbee DMD	08/21/2001	1,853.88	
Ashley's Fast Food	08/21/2001	3,030.00	
Servpro	08/21/2001	2,480.40	
Eye Consultants	09/24/2001	3,318.00	
Rick-How Inc.	10/31/2001	6,600.00	
Kinsey & Walton Funeral Home Inc	11/23/2001	5,648.40	
Blanchard Woods Animal	11/23/2001	3,123.75	
Balogh Properties	12/18/2001	4,236.60	
Evans Family Dental Assc.	12/18/2001	3,630.00	
The Old Home Place, Inc	12/18/2001	2,887.50	
Handyland Ind.	02/19/2002	10,398.60	
Craig R. Tremble & Sons Funeral Home	04/19/2002	1,480.50	
Stephanie'e Enterprises, Inc	04/19/2002	3,120.00	
Handyland	06/30/2002	60.00	
Washington Mfg	08/15/2001	1,500.00	
International Agile	09/24/2001	900.00	
Hometown Sports	11/21/2001	1,500.00	
Craig Temples Fee	11/27/2001	30.00	
Mellow Mushroom	02/12/2002	1,500.00	
Kernoodle-56 Pkg shop	05/08/2002	1,500.00	
Presidential	Various	4,077.17	
Freddies	02/12/2002	254.79	
Frothingham	03/01/2002	100.00	
Inn at Statesboro over payment	06/04/2002	(1,204.97)	65,216.62
Total revenues - nonpublic funds		\$	224,469.18

Continued on next page.

The accompanying notes are an integral part of this schedule.

**CSRA LOCAL DEVELOPMENT CORP, INC.**  
**A COMPONENT UNIT OF THE CSRA REGIONAL DEVELOPMENT CENTER**  
**SCHEDULE OF ON NONPUBLIC FUNDS**  
**FOR THE PERIOD JULY 1, 2001 TO JUNE 30, 2002**

**Expenditures of nonpublic funds qualifying  
under O.C.G.A. 50-8-35:**

R. Griffin (reimbursements for various meetings with bankers in South Carolina to discuss loan opportunities)	Various \$	293.63
Pinnacle Club (meeting with Jay Forrester of Georgia Bank and Trust)	10/01/2001	23.57
Pinnacle Club (meeting with Neta Beale of Goleta National Bank and Jackie Moore with Small Business Development Center to discuss loan opportunities)	01/24/2002	37.24
Other expenditures of nonpublic funds		<u>153,189.48</u>
Total expenditures of nonpublic funds		\$ <u>153,543.92</u>
Excess of nonpublic funds revenues over expenditures of nonpublic funds		\$ <u>70,925.26</u>
Beginning fund balance - nonpublic funds, July 1, 2001		\$ 537,990.68
Residual equity transfer		<u>(110,000.00)</u>
Ending fund balance - nonpublic funds, June 30, 2002		\$ <u><u>498,915.94</u></u>

Continued from previous page.

The accompanying notes are an integral part of this schedule.

## **NOTES TO THE SCHEDULE OF NONPUBLIC FUNDS**

### **JUNE 30, 2002**

#### **NOTE 1 - SCHEDULE OF NONPUBLIC FUNDS**

The employees and representatives of CSRA Local Development Corp. Inc. (CSRA LDC), a component unit of the Central Savannah River Area Regional Development Center, are authorized to expend nonpublic funds for the business meals and incidental expenses of bona fide industrial prospects and other persons who attend any meeting at their request to discuss the location or development of new business, industry, or tourism within the region of the Central Savannah River Area Regional Development Center, in accordance with the Official Code of Georgia annotated, Section 50-8-35. Nonpublic funds are defined by state law as the servicing fees which are received by a nonprofit corporation for administering federal or state revolving loan programs or loan packaging programs.

According to the Official Code of Georgia annotated, Section 50-8035(f)(2), a schedule is required to be included within the annual audit of each nonprofit corporation which reports the beginning balance of unexpended nonpublic funds; the date, amount, and source of all receipts of nonpublic funds; the date, place purpose and persons for whom expenditures were made for all such expenditures of nonpublic funds; and the ending balance of unexpended nonpublic funds.

#### **NOTE 2 - BASIS OF ACCOUNTING**

The Schedule of Nonpublic Funds is prepared in accordance with the accrual basis of accounting. Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. The CSRA LDC expends all "public" funds (those funds not within the definition of "nonpublic" funds) first on operating costs with any remaining deficit coming from the "nonpublic funds".

#### **NOTE 3 – RESIDUAL EQUITY TRANSFER**

The CSRA Local Development Corporations, Inc. board of Directors authorized a \$110,000 equity injection to the CSRA Rural Lending Authority, Inc.